

OFFICIAL GAZETTE



GOVERNMENT OF GOA

EXTRAORDINARY

GOVERNMENT OF GOA

Department of Agriculture

Directorate of Agriculture

Order

3/4/Plan/NAIS/D.Agri/2005-06

NATIONAL AGRICULTURAL INSURANCE SCHEME (RASHTRIYA KRISHI BIMA YOJANA) RABI SEASON 2005-06

Read: 1. Resolution (No. 3 dated 23rd September, 2005) State Level Co-ordination Committee on Crop Insurance.

2. Letter No. 13011/15/99-Credit-II dated 16-7-1999 from Government of India, Ministry of Agriculture, Department of Agriculture & Co-operation, New Delhi.

The New National Agricultural Insurance Scheme (NAIS) is being implemented from Rabi 1999-2000 season. The State Government is also implementing this scheme in the State of Goa from the Rabi 1999-2000 season at the taluka level in collaboration with Agriculture Insurance Company of India Ltd. (AIC). The scheme will be continued during Rabi 2005-06 season with effect from 1st October, 2005.

1. That, the scheme would broadly cover Paddy, Pulses and Groundnut crops at the taluka level with unit of Insurance as taluka for Paddy, Pulses and Groundnut. The following crops and areas are hereby notified to be covered under this scheme for Rabi 2005-06 season.

Sr. No.	Notified Taluka	Notified Crops
1	Tiswadi	Paddy, Pulses, Groundnut
2	Bardez	Paddy, Pulses, Groundnut
3	Salcete	Paddy, Pulses, Groundnut
4	Mormugao	Paddy, Pulses, Groundnut
5	Pernem	Paddy, Pulses, Groundnut
6	Bicholim	Paddy, Pulses, Groundnut
7	Satari	Paddy, Pulses, Groundnut
8	Ponda	Paddy, Pulses, Groundnut
9	Sanguem	Paddy, Pulses, Groundnut
10	Quepem	Paddy, Pulses, Groundnut
11	Canacona	Paddy, Pulses, Groundnut

2. That, the premium rate for Rabi 2005-06 season would be 1.35% for Paddy, 2.00% for Pulses, 1.55% for Groundnut crops of the sum insured or the actuarial rate whichever is less.

3. That under the scheme, insurance coverage is compulsory for all loanee farmers availing Seasonal Agricultural Operations (SAO) loans from Financial Institutions for notified crops in notified areas upto the full loan amount. Additional coverage under the scheme is also available (at the option of farmer), beyond the loan amount upto the value of 150% of average yield (Average yield of the State based on yield of past 3 years in case of paddy and past 5 years in case of Pulses and Groundnut crops). The maximum value of additional coverage is equivalent to State average yield multiplied by Minimum Support Price (MSP) announced by the Government of India or the Market Price (MP) where MSPs are not announced in the last season/year.

4. That for loanee farmers, in such cases where amount of crop loan availed works out to be more than either the value of threshold yield or 150% of average yield, normal premium rates (lowest of flat rates or actuarial rates) shall be applicable on the full amount of loan availed, as full amount of loan is to be compulsorily insured. The crop-wise levels of indemnity, limits of sum insured and applicable premium rates in the State are given below:—

Notified Crops	Level of Indemnity	Normal Coverage per Ha. (upto value of T. Y. value)		Additional Coverage per Ha. (beyond T. Y. and upto 150% of A. Y.)		Total (per Ha.)
		Sum Insured (Rs.)	Normal Premium Rate (in %)	Sum Insured upto (Rs.)	Actuarial Premium Rate (in %)	Sum insured (Rs.)
Paddy	90%	21654	1.35	14436	1.35	36090
Pulses	80%	10405	2.00	9105	3.55	19510
Ground-nut	80%	21012	1.55	18386	1.55	39398

5. That coverage is also available for all non-loanee farmers, on optional basis. The sum insured in case of non-loanee farmer is calculated on the basis of value of T. Y. i. e. Threshold Yield multiplied by MSP and it can be extended to the value of 150% of Average Yield. The details are given above.

6. The Financial Institutions shall compulsorily cover all crop loans disbursed, for notified crops, through Kissan Credit Cards and banks shall maintain necessary registers and control for smooth and effective coverage of loan. In case the total amount of loan for particular crop withdrawn through KCC during the season exceed the sub-limit fixed for the crop then the sum insured shall be limited to the sub-limit fixed for such crop in the KCC. The KCC sub-limit for consumption, medium term loans, allied activities and uninsurable crop loans are not eligible for coverage.

The Banks shall ensure the following while giving loans through KCC.

a) The "Credit Appraisal Form" received from the farmer by the bank for issuance of KCC, contains detailed information with regard to the extent of land holding, crops grown, etc. the banks should have no problem in specifying the credit limits for each crop separately. These limits shall also be furnished separately for Kharif and Rabi seasons as also crop-wise in the KCC.

b) The farmers while withdrawing money on KCC, shall mention the crop-wise quantum of amount availed (on pay slip) in order that the bank shall note down crop-wise particulars vis-à-vis credit limit approved. The details given by the farmers at the time of withdrawal shall form the basis for coverage under NAIS.

c) As the KCC provides for revolving credit, a farmer can withdraw and repay any number of times during the year. This revolving credit may therefore tempt a farmer to go for cyclical withdrawal and repayment during adverse crop season and thus insure his crop for a high sum insured. However, if a farmer is going for higher sum insured (beyond the value of T. Y.) as provided in the scheme, then he will have to do so at the beginning of the season and the cut-off date will be the one applicable for non-loanee farmers.

d) It is requested to submit separate Declarations for loanee farmers covered under KCC.

7. For loaning and acceptance of Declarations by AIC for loanee farmers.

For acceptance of proposals by Branches/PACs and receipt of Declarations by AIC will be as under:—

State: Goa					Rabi 2005 season
Crops Covered	LOANEE FARMERS		NON LOANEE FARMERS		Cut-off date for submission of yield data to AIC
	Loaning period	Final cut-off date for receipt of Declarations by AIC	Cut-off date for receipt of proposals by Branches/PACs	Cut-off date for receipt of Declarations by AIC	
Paddy, Pulses & Groundnut	Oct- 05	30th November, 2005	Within one month from date of planting of the crop or 31st December, 2005	Within one month from cut off date	July- 2006
	Nov- 05	31st December, 2005			
	Dec- 05	31st January, 2006			
	Jan- 06	29th February, 2006			
	Feb- 06	31st March, 2006			
	Mar- 06	30th April, 2006			
	Final	31st May, 2006			

8. That, the FIS shall extend additional loan above the scale of finance towards premium. The FIS shall submit consolidated crop insurance Declarations separately for each crop, each notified area, on monthly basis through the designated nodal offices as per the cut-off dates prescribed.

9. That, the FIS shall also receive individual proposals from non-loanee farmers seeking coverage, scrutinize the proposals accept premium, consolidate the proposals and route them through their designated nodal offices within their service area as per the cut-off dates prescribed. All non-loanee farmers seeking coverage shall operate a bank account with the bank branch.

10. That, separate Declaration format as per the prescribed proforma, are to be used for loanee and non-loanee farmers.

11. Loanee farmers seeking additional coverage over the loan amount shall be offered coverage subject to observing the cut-off dates as applicable to non-loanee farmers.

12. That, premium by the nodal banks shall be remitted by way of a single demand draft/ /instrument for a particular lot of Declarations. However, separate instruments shall be drawn for loanee and non-loanee farmers.

13. That, guidelines in regard to crop loans, issued by RBI/NABARD shall be complied with by the FIS.

14. That, the Nodal banks shall ensure coverage of all crop loans and shall obtain full and accurate particulars from all the FIS within their jurisdiction. They must also ensure coverage of

proposals received from all non-loanee farmers within their jurisdiction. The FIS shall only be liable/responsible for all omissions/commissions/ /errors committed by them.

15. That small and marginal farmers shall be provided 20% subsidy on premium rate to be shared by the State and Central Government on 15% by State Government and 5% by Government of India. For the purpose of subsidy to small and marginal farmers under the above-mentioned Insurance Scheme, the definition of the small and marginal farmers shall be the same as accepted by the Government for the Integrated Rural Development Programme. The additional State subsidy on premium is provided as per the approval of State Government vide U. O. No. 4678 dated 08-10-2002.

16. Correct premium rates shall be ascertained from the table given above and premium computation (sum insured x premium rate) shall be done accurately. In respect of small and marginal farmers only net premium need to be remitted. Remission of excess premium shall not entitle for increase in sum insured/liability at a later date.

17. Declaration received after the prescribed cut-off dates shall be summarily rejected and the responsibility/liability for such proposals rests with the nodal banks/FIS.

18. The Director of Agriculture, Government of Goa, Panaji shall monitor and co-ordinate the implementation of the scheme with the help of the District Level Monitoring Committee. The said Committee shall assist the Implementing Agency

i. e. AIC Delhi to assess extent of losses due to localized perils such as hailstorms, landslide, cyclone and flood. The Director of Agriculture, Panaji shall make arrangement to furnish the crop data to the Implementing Agency within the time schedule fixed.

By order and in the name of the Governor of Goa.

R. G. Joshi, Director of Agriculture & ex officio Joint Secretary.

Panaji, 29th September, 2005.